

ASSEMBLY BILL

No. 1593

**Introduced by Committee on Veterans Affairs (Parra (Chair),
Cohn, Kehoe, Matthews, Mullin, Nakano, Salinas, and Wiggins)**

February 21, 2003

An act to amend Section 987.65 of the Military and Veterans Code, relating to veterans.

LEGISLATIVE COUNSEL'S DIGEST

AB 1593, as introduced, Committee on Veterans Affairs. Veterans: Cal-Vet loans.

Existing law provides for farm and home purchase benefits for qualifying veterans under the Veterans' Farm and Home Purchase Act of 1974, and subsequent acts. For these purposes, existing law requires the purchase price of a home to the Department of Veterans Affairs, or a sum to be expended by the department pursuant to a contract for the construction of a dwelling house and other improvements, or the purchase price of a mobilehome, under specified conditions, not to exceed the then current Fannie Mae maximum loan limit for a single-family home set annually by Fannie Mae.

This bill would make a technical, nonsubstantive change to these provisions.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 987.65 of the Military and Veterans
- 2 Code is amended to read:

1 987.65. (a) The purchase price of a home to the department,
2 or the sum to be expended by the department pursuant to a contract
3 for the construction of a dwelling house and other improvements,
4 or the purchase price of a mobilehome sited on a lot owned by the
5 purchaser and installed on a foundation system pursuant to Section
6 18551 of the Health and Safety Code, or the purchase price of a
7 mobilehome *that has been* converted to a fixture and improvement
8 to the underlying real property in a mobilehome park that has been
9 converted to a resident-owned subdivision, cooperative,
10 condominium, or nonprofit corporation as set forth in Section
11 18555 of the Health and Safety Code, shall not exceed the then
12 current maximum Fannie Mae loan limit for a single-family home
13 that is annually set by Fannie Mae.

14 (b) The purchase price of a mobilehome that is to be sited in a
15 mobilehome park, as defined in Section 18214 of the Health and
16 Safety Code, in addition to any assistance provided by the
17 department to a veteran pursuant to subdivision (e) of Section
18 987.85, shall not exceed seventy thousand dollars (\$70,000).

19 (c) A veteran purchasing the home may advance, subject to
20 Section 987.64, the difference between the total price or cost of the
21 home and the sum of the purchase price of the home to the
22 department and any amount the department adds, under Section
23 987.69, to the purchase price of the home in fixing the selling price
24 to the veteran. Any amount of the purchase price to the department
25 may be provided by funds from participation contracts or revenue
26 bonds.

27 (d) The purchase price of a farm to the department shall not
28 exceed three hundred thousand dollars (\$300,000). A veteran
29 purchasing the farm may advance the difference between the total
30 price of the farm, or the cost of the dwelling and improvements to
31 be constructed on a farm under a contract, and the sum of the
32 purchase price to the department or contract price to the
33 department and any amount that the department adds, under
34 Section 987.69, to the purchase or contract price to the department
35 in fixing the selling price of the farm to the veteran.

